

86-9921
3 Nov.

OGC Has Reviewed

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MEMORANDUM FOR: General Counsel
Director of Security

SUBJECT: Statement of Personal Finances

1. In a recent case involving an employee ordered overseas on a permanent change of station, it developed that the individual was heavily in debt as a result of purchases and expenditures made while assigned to headquarters. As a result of this indebtedness, the employee was unable to resist the temptation to misappropriate Agency funds during the overseas tour of duty. When this situation came to light, the employee was returned to headquarters and subsequently separated from Agency employment.

2. In an effort to avoid future cases of this type, if at all possible, we are giving consideration to asking each employee during the out-processing period to furnish the Agency a statement of personal finances. We have sketched a form which might be used for this purpose and it is attached hereto. It is our thought at this time that we might be able to pick up any unhealthy case of indebtedness and give it such attention as appears appropriate.

3. We would appreciate your comments on this proposal.

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Assistant Director for Personnel

Attachment